

Little Sunbeams pre-School

Charity No. 01027790

Trustees' Report and Unaudited Accounts

31 July 2021

Little Sunbeams pre-School
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The trustees present their report with the unaudited financial statements of the charity for the year ended 31 July 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity No. 01027790

Principal Office

c/o Mayfield School

Mayfield Road

Portsmouth

Hants

Trustees

The following trustees served during the year:

C. Dridge

A. Harman

T. Reynolds

Key Management Personnel

Isobel Edwards

Accountants

Accounting & Tax Solutions Ltd

Eastview

Holborn Hill

Millom

Cumbria

LA18 5AT

Bankers

Barclays

1 Churchill Place

London

E14 5HP

ACHIEVEMENTS AND PERFORMANCE

The charity has worked hard through the pandemic in keeping open for children that have required places.

PLANS FOR FUTURE PERIODS

A large charity must provide a summary of the charity's plans for the future including its aims and objectives and details of any plans to achieve them ...

A large charity's report should explain the trustees perspective of the future direction of the charity...

Statement of trustees' responsibilities in relation to the financial statements

Little Sunbeams pre-School
Trustees Annual Report

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. The Trustees are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the charity's trustees

T. Reynolds
Trustee
30 April 2022

Independent Examiner's Report to the trustees of Little Sunbeams pre-School

I report to the trustees on my examination of the financial statements of Little Sunbeams pre-School for the year ended 31 July 2021 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011('the Act'). The trustees consider that an audit is not required for this year under the Charities Act 2011, s.144(2) (the 2011 Act) and that an independent examination is needed.

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

As the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination by being a qualified member of ACCA.

I have completed my examination. I can confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in, any material respect:

- the accounting records were not kept in respect of the charity as required by section 130 of the Act; or
- the financial statements do not accord with those records; or
- the financial statements do not comply with the applicable requirements concerning the form and content of the financial statements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the financial statements give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

J Patel
ACCA
Accounting & Tax Solutions Ltd
Eastview
Holborn Hill
Millom
Cumbria
LA18 5AT
30 April 2022

Little Sunbeams pre-School
Statement of Financial Activities
for the year ended 31 July 2021

	Notes	Unrestricted funds £	Total funds £	Total funds 2020 £
Income and endowments from:				
Donations and legacies	3	-	-	871
Charitable activities	4	254,676	254,676	174,296
Investments	5	2	2	34
Other	6	8,051	8,051	37,587
Total		262,729	262,729	212,788
Expenditure on:				
Charitable activities	7	7,718	7,718	5,934
Other	8	224,381	224,381	213,685
Total		232,099	232,099	219,619
Net gains on investments		-	-	-
Net income/(expenditure)		30,630	30,630	(6,831)
Transfers between funds		35,489	35,489	-
Net income/(expenditure) before other gains/(losses)		66,119	66,119	(6,831)
Other gains and losses				
Net movement in funds		66,119	66,119	(6,831)
Reconciliation of funds:				
Total funds brought forward		98,766	98,766	40,040
Total funds carried forward		164,885	164,885	33,209

Little Sunbeams pre-School

Balance Sheet

at 31 July 2021

Charity No. 01027790

		2021	2020
		£	£
Fixed assets			
Tangible assets	10	4,783	4,783
		<u>4,783</u>	<u>4,783</u>
Current assets			
Cash at bank and in hand		160,138	99,069
		<u>160,138</u>	<u>99,069</u>
Creditors: Amount falling due within one year	11	(36)	(5,086)
Net current assets		<u>160,102</u>	<u>93,983</u>
Total assets less current liabilities		<u>164,885</u>	<u>98,766</u>
Net assets excluding pension asset or liability		<u>164,884</u>	<u>98,766</u>
Total net assets		<u><u>164,884</u></u>	<u><u>98,766</u></u>
The funds of the charity			
Restricted funds	12		
Unrestricted funds	12		
General funds		164,885	98,766
		<u>164,885</u>	<u>98,766</u>
Reserves	12		
Total funds		<u><u>164,884</u></u>	<u><u>98,766</u></u>

Approved by the trustees on 30 June 2021

And signed on their behalf by:

T. Reynolds

Trustee

30 April 2022

1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

Fund accounting

Unrestricted funds These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.

Designated funds These are unrestricted funds earmarked by the trustees for particular purposes.

Revaluation funds These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.

Restricted funds These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

Income

Recognition of income Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.

Income with related expenditure Where income has related expenditure the income and related expenditure is reported gross in the SoFA.

Donations and legacies Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.

Tax reclaims on donations and gifts Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.

Donated services and facilities These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.

Volunteer help The value of any volunteer help received is not included in the accounts.

Investment income This is included in the accounts when receivable.

Gains/(losses) on revaluation of fixed assets This includes any gain or loss resulting from revaluing investments to market value at the end of the year.

Gains/(losses) on investment assets This includes any gain or loss on the sale of investments.

Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

The charity is exempt from tax on its charitable activities.

Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

Trade and other debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation.

Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term.

In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the charity pays fixed contributions into a separate entity. Once the contributions have been paid the charity has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the charity in independently administered funds.

Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Statement of Financial Activities - prior year

	Unrestricted funds 2020 £	Total funds 2020 £
Income and endowments from:		
Donations and legacies	871	871
Charitable activities	174,296	174,296
Investments	34	34
Other	37,587	37,587
Total	<u>212,788</u>	<u>212,788</u>
Expenditure on:		
Charitable activities	5,934	5,934
Other	213,685	213,685
Total	<u>219,619</u>	<u>219,619</u>
Net income	<u>(6,831)</u>	<u>(6,831)</u>
Net income before other gains/(losses)	(6,831)	(6,831)
Other gains and losses:		
Net movement in funds	<u>(6,831)</u>	<u>(6,831)</u>
Reconciliation of funds:		
Total funds brought forward	10,082	10,082
Total funds carried forward	<u>3,251</u>	<u>3,251</u>

3 Income from donations and legacies

	Total 2021 £	Total 2020 £
	-	871
	<u>-</u>	<u>871</u>

4 Income from charitable activities

	Unrestricted £	Total 2021 £	Total 2020 £
Nursery for pre school children	254,676	254,676	174,296
	<u>254,676</u>	<u>254,676</u>	<u>174,296</u>

5 Income from investments

Unrestricted	Total 2021	Total 2020
£	£	£
2	2	34
<u>2</u>	<u>2</u>	<u>34</u>

6 Other income

Unrestricted	Total 2021	Total 2020
£	£	£
8,051	8,051	37,594
-	-	(7)
<u>8,051</u>	<u>8,051</u>	<u>37,587</u>

7 Expenditure on charitable activities

Expenditure on charitable activities

Nursery for pre school children

Unrestricted	Total 2021	Total 2020
£	£	£
1,229	1,229	948
6,489	6,489	4,986
<u>7,718</u>	<u>7,718</u>	<u>5,934</u>

Governance costs

8 Other expenditure

Employee costs
Premises costs
General administrative costs
Legal and professional costs

Unrestricted	Total 2021	Total 2020
£	£	£
202,500	202,500	188,097
20,395	20,395	23,849
326	326	309
1,160	1,160	1,430
<u>224,381</u>	<u>224,381</u>	<u>213,685</u>

9 Staff costs

Salaries and wages
Social security costs
Pension costs

2021	2020
191,007	177,960
6,854	6,074
4,639	4,063
<u>202,500</u>	<u>188,097</u>

No employee received emoluments in excess of £60,000.

10 Tangible fixed assets

	£	£
Cost or revaluation		
At 1 August 2020	4,783	4,783
At 31 July 2021	<u>4,783</u>	<u>4,783</u>
Net book values		
At 31 July 2021	<u>4,783</u>	<u>4,783</u>
At 31 July 2020	<u>4,783</u>	<u>4,783</u>

11 Creditors:

amounts falling due within one year

	2021 £	2020 £
Other taxes and social security	36	468
Accruals	-	4,618
	<u>36</u>	<u>5,086</u>

12 Movement in funds

	At 1 August 2020 £	Incoming resources (including other gains/losses) £	Resources expended £	Gross transfers £	At 31 July 2021 £
Restricted funds:					
Unrestricted funds:					
General funds	98,766	262,729	(232,099)	35,489	164,885
Total funds	<u>98,766</u>	<u>262,729</u>	<u>(232,099)</u>	<u>35,489</u>	<u>164,885</u>

13 Analysis of net assets between funds

	Unrestricted funds £	Total £
Fixed assets	4,783	4,783
Net current assets	160,102	160,102
	<u>164,885</u>	<u>164,885</u>

14 Reconciliation of net debt

	At 1 August 2020 £	Cash flows £	At 31 July 2021 £
Cash and cash equivalents	99,069	61,069	160,138
	<u>99,069</u>	<u>61,069</u>	<u>160,138</u>
Net debt	<u>99,069</u>	<u>61,069</u>	<u>160,138</u>

15 Commitments

Operating lease commitments

Annual commitments under non-cancellable operating leases are as follows:

	2021	2021	2020	2020
	Land and buildings	Other	Land and buildings	Other
	£	£	£	£
Operating leases with expiry date:				

Pension commitments

	2021	2020
	£	£
The pension cost charge to the charity amounted to:	<u>4,639</u>	<u>4,063</u>

Little Sunbeams pre-School
Statement of Cash flows
for the year ended 31 July 2021

	2021 £	2020 £
Cash flows from operating activities		
Net income/(expenditure) per Statement of Financial Activities	66,119	(6,831)
Adjustments for:		
Dividends, interest and rents from investments	(8,053)	(37,621)
(Decrease)/Increase in trade and other payables	(5,050)	3,343
Net cash provided by operating activities	<u>53,016</u>	<u>24,448</u>
Cash flows from investing activities		
Dividends, interest and rents from investments	8,053	37,621
Net cash from investing activities	<u>8,053</u>	<u>37,621</u>
Net cash from financing activities	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents	61,069	62,069
Cash and cash equivalents at the beginning of the year	99,069	37,000
Cash and cash equivalents at the end of the year	<u>160,138</u>	<u>99,069</u>
Components of cash and cash equivalents		
Cash and bank balances	160,138	99,069
	<u>160,138</u>	<u>99,069</u>

Little Sunbeams pre-School
Detailed Statement of Financial Activities
for the year ended 31 July 2021

	Unrestricted funds	Total funds	Total funds 2020
	£	£	£
Income and endowments from:			
Donations and legacies	-	-	871
	<u>-</u>	<u>-</u>	<u>871</u>
Charitable activities			
Nursery for pre school children	254,676	254,676	174,296
	<u>254,676</u>	<u>254,676</u>	<u>174,296</u>
Investments			
	2	2	34
	<u>2</u>	<u>2</u>	<u>34</u>
Other			
	8,051	8,051	37,594
	-	-	(7)
	<u>8,051</u>	<u>8,051</u>	<u>37,587</u>
Total income and endowments	262,729	262,729	212,788
Expenditure on:			
Charitable activities			
Nursery for pre school children	1,229	1,229	948
	6,489	6,489	4,986
	<u>7,718</u>	<u>7,718</u>	<u>5,934</u>
Total of expenditure on charitable activities	7,718	7,718	5,934
Employee costs			
Salaries/wages	191,007	191,007	177,960
Employer's NIC	6,854	6,854	6,074
Pension costs	4,639	4,639	4,063
	<u>202,500</u>	<u>202,500</u>	<u>188,097</u>
Premises costs			
Rent	18,970	18,970	22,164
Rates	-	-	560
Premises cleaning	1,425	1,425	1,125
	<u>20,395</u>	<u>20,395</u>	<u>23,849</u>
General administrative costs, including depreciation and amortisation			
Bank charges	78	78	118
Equipment repairs and maintenance	63	63	-
Stationery and printing	15	15	-

Little Sunbeams pre-School
Detailed Statement of Financial Activities

Telephone, fax and broadband	170	170	191
	<u>326</u>	<u>326</u>	<u>309</u>
Legal and professional costs			
Audit/Independent examination fees	800	800	800
Accountancy and bookkeeping	360	360	630
	<u>1,160</u>	<u>1,160</u>	<u>1,430</u>
Total of expenditure of other costs	<u>224,381</u>	<u>224,381</u>	<u>213,685</u>
Total expenditure	232,099	232,099	219,619
Net gains on investments	-	-	-
	<u>30,630</u>	<u>30,630</u>	<u>(6,831)</u>
Net income/(expenditure)			
Transfers between funds	35,489	35,489	-
Net income/(expenditure) before other gains/(losses)	<u>66,119</u>	<u>66,119</u>	<u>(6,831)</u>
Other Gains	-	-	-
	<u>66,119</u>	<u>66,119</u>	<u>(6,831)</u>
Net movement in funds			
Reconciliation of funds:			
Total funds brought forward	98,766	98,766	40,040
Total funds carried forward	<u>164,885</u>	<u>164,885</u>	<u>33,209</u>